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1	Ford Greene California State Bar No. 107601			
2	HUB LAW OFFICES	action		
3	711 Sir Francis Drake Boulevard San Anselmo, California 94960-1949	A Based		
	Telephone: 415.258.0360	JAN 13 1995		
4	Telecopier: 415.456.5318	HOWARD HANSON		
5	Attorney for Defendants GERALD ARMSTRONG and THE	MARIN COUNTY CLERK by M. Louten, Deputy		
6	GERALD ARMSTRONG AND THE GERALD ARMSTRONG CORPORATION	Sy Mr. Louten, 2 -1		
7				
8	SUPERIOR COURT OF THE STA	ATE OF CALIFORNIA		
9	FOR THE COUNTY OF MARIN			
10				
11	CHURCH OF SCIENTOLOGY INTERNATIONAL,) a California not-for-profit)	No. 157 680		
-	religious corporation,)			
12) Plaintiff,)	ARMSTRONG'S EVIDENCE IN OPPOSITION TO MOTION FOR		
13)	SUMMARY ADJUDICATION OF		
14	vs.)	FOURTH, SIXTH AND ELEVENTH CAUSES OF ACTION		
15	GERALD ARMSTRONG; MICHAEL WALTON;) THE GERALD ARMSTRONG CORPORATION)			
16	a California for-profit) corporation; DOES 1 through 100,)			
	inclusive,			
17) Defendants.)	Date: 1/27/95 Time: 9:00 a.m.		
18		Dept: One		
19)	Trial Date: May 18, 1995		
20				
		RECEIVED		
21	VOLUME ON	JAN 1 3 1995		
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23		HUB LAW OFFICES		
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HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd.				

San Anselmo, CA 94960 Page 1.

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3	Exhibit 1	Declaration of Gerald Armstrong
4		
5	Exhibit 1 (A)	Memorandum of Intended Decision of Judge Paul G.
6		Breckenridge, Jr, filed June 22, 1984 in Church of
7		Scientology v. Armstrong, Los Angeles Superior
8		Court No. C 420153 (Armstrong I).
9		
10	Exhibit 1 (B)	Stipulation between Michael J. Flynn and Michael
11		Lee Hertzberg.
12		
13	Exhibit 1 (C)	Indemnity Agreement signed by Earle Cooley and
14		Lawrence Heller
15		
16	Exhibit 1 (D)	Excerpts of Deposition of Gerald Armstrong in the
17		instant case.
18		
19	Exhibit 1 (E)	American Lawyer, July/August, 1992 article, "The
20		Two Faces of Scientology"
21		
22	Exhibit 1 (F)	Title page and table of contents from the book \underline{L} .
23		<u>Ron Hubbard - Messiah or Madman</u> , by Bent Corydon
24		published in 1987.
25		
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28		
HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960	Dago 2	ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMEN
(415) 258-0360	Page 2.	BANDINURY & SCIENCEL EL SUFFARI JUDOPLA

1		<u>v</u> c	DLUME TWO
2	Exhibit 2	Declaration of	Ford Greene
3			
4	Exhibit 2 (A	A) Excerpts from t	transcript of proceeding before
5		Honorable Rona	ld M. Sohigian, May 26, 1992.
6			
7	Exhibit 2 (1	B) Excerpts from	transcript of deposition of Lynn
8		Farny taken Ju	ly 27, 1994.
9			
10	Exhibit 2 (C) Release signed	by Vicki Aznaran in favor of
11		Scientology pro	oviding for liquidated damages in the
12		amount of \$10,	000.
13		141	
14	Exhibit 2 (D) Release signed	by Richard Aznaran in favor of
15		Scientology pr	oviding for liquidated damages in the
16		amount of \$10,	000.
17			
18	DATED: J	anuary 13, 1995	HUB LAW OFFICES
19			
20			Build A Labora
21			By: FORD GREENE
22			Attorney for Defendants GERALD ARMSTRONG and THE
23			GERALD ARMSTRONG CORP.
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San Anselmo, CA 94960 Page 3.

		COPY
1	Ford Greene California State Bar No. 107601	
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3	San Anselmo, California 94960-1949 Telephone: 415.258.0360	
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5	Attorney for Defendants GERALD ARMSTRONG and THE	
6	GERALD ARMSTRONG CORPORATION	
7		
8	SUPERIOR COURT OF THE ST	ATE OF CALIFORNIA
9	FOR THE COUNTY	OF MARIN
10	CHURCH OF SCIENTOLOGY INTERNATIONAL,) No. 157 680
11	a California not-for-profit religious corporation,) DECLARATION
12	Plaintiff,) OF GERALD ARMSTRONG) IN OPPOSITION TO MOTION
13	vs.) FOR SUMMARY ADJUDICATION) OF FOURTH, SIXTH AND
14	GERALD ARMSTRONG; MICHAEL WALTON;) <u>ELEVENTH CAUSES OF ACTION</u>
15	THE GERALD ARMSTRONG; MICHAEL WALTON; THE GERALD ARMSTRONG CORPORATION a California for-profit)
16	corporation; DOES 1 through 100, inclusive,	
17	Defendants.) Date: 1/27/95) Time: 9:00 a.m.
18	Derendantes.) Dept: One) Trial Date: May 18, 1995
19	I, Gerald Armstrong, declare:	, 111al Date. May 10, 1995
20		on in support of my opposition
21	to Scientology's pending motion for	
22		1969 through 1981, held many
23		
24	staff positions through that period	
25	the organization's policies and prac	-
26	1981 I assembled and studied an arch	
27	Scientology's founder L. Ron Hubbard	
28	pursuant to contract to an outside w	vriter Omar Garrison.

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1 Discovering that Hubbard had lied about much of his past, 2 credentials and accomplishments I left at the end of 1981. Because of my exposure of Hubbard's lies Scientology sued me in 3 1982, Scientology v. Armstrong, Los Angeles Superior Court No. C 4 5 420153 (Armstrong I). The decision of Judge Paul G. Breckenridge, 6 Jr. who presided at my trial in 1984 is appended hereto as Exhibit 7 This decision, which describes Scientology's policy and 8 practice of threat and retribution Hubbard called "fair game," was 9 affirmed on appeal. Scientology v. Armstrong, 283 Cal. Rptr. 917, at p. 920. Judge Breckenridge's appendix to the decision 10 11 describes some of my history with Scientology and some of the 12 instances of fair game toward me which formed the basis for my 13 cross-complaint against Scientology

3. Throughout <u>Armstrong I</u> I was represented by Boston attorney Michael Flynn, who was the prime mover in a nation-wide effort to obtain legal redress for Scientology's victims of its fair game activities. From 1985 through 1986 I also worked for Mr. Flynn on his Scientology cases in his Boston office, and was very familiar with years of fair game actions against him by Scientology.

4. On December 5, 1986 I was flown to Los Angeles, as were several other of Mr. Flynn's clients with claims against the organization to participate in a "global settlement." After my arrival in LA I was shown a copy of a document entitled "Mutual Release of All Claims and Settlement Agreement," hereinafter referred to as "the settlement agreement," and some other documents, which I was expected to sign.

Upon reading the settlement agreement draft I was

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ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT

1 shocked and heartsick. I told Mr. Flynn that the condition of 2 "strict confidentiality and silence with respect to [my] 3 experiences with the [organization]" (settlement agreement, para. 7D), since it involved over seventeen years of my life, was 4 5 impossible. I told him that the "liquidated damages" clause 6 (para. 7D) was outrageous; that pursuant to the settlement 7 agreement I would have to pay \$50,000.00 if I told a doctor or psychologist about my experiences from those years, or if I put on 8 9 a resume what positions I had held during my organization years. 10 I told Mr. Flynn that the requirements of non-amenability to 11 service of process (para. 7H) and non-cooperation with persons or 12 organizations adverse to the organization (paras. 7G, 10) were obstructive of justice. I told him that I felt that agreeing to 13 14 leave the organization's appeal of the decision in Armstrong and not respond to any subsequent appeals (para. 4B) was unfair to the 15 16 courts and all the people who had been helped by the decision. I told Mr. Flynn that an affidavit the organization was demanding 17 that I sign along with the settlement agreement was false. 18 The 19 affidavit stated, inter alia, that my disagreements with the 20 organization had been with prior management, and not with the then-current leadership. In fact there had been no management 21 change and I had the same disagreements with the organization's 22 "fair game" policies and actions which had continued without 23 change up to the time of the settlement. I told him that I was 24 25 being asked to betray everything and everyone I had fought for against an organization which was based upon injustice. 26

In answer to my objections to the settlement agreement,

Mr. Flynn said that the silence and liquidated damages clauses,

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ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT

1 and anything which called for obstruction of justice were not worth the paper they were printed on. He said the same thing a 2 3 number of times and a number of ways; e.g., that I could not 4 contract away my Constitutional rights; that the conditions were 5 unenforceable. He said that he had advised the organization attorneys that those conditions in the settlement agreement were 6 7 not worth the paper they were printed on, but that the 8 organization, nevertheless, insisted on their inclusion in the 9 settlement agreement and would not agree to any changes. He 10 pointed out the clauses concerning my release of all claims against the organization to date and its release of all claims 11 against me to date (paras. 1, 4, 5, 6, 8) and said that they were 12 13 the essential elements of the settlement and were what the organization was paying for. 14

15 7. Mr. Flynn also said that everyone was sick of the 16 litigation and wanted to get on with their lives. He said that he 17 was sick of the litigation, the threats to him and his family and He said that as a part of the settlement he and all 18 wanted out. co-counsels had agreed to not become involved in organization-19 20 related litigation in the future. He expressed a deep concern 21 that the courts in this country cannot deal with the organization 22 and its lawyers and their contemptuous abuse of the justice system. He said that if I didn't sign the documents all I had to 23 24 look forward to was more years of harassment and misery. One of 25 Mr. Flynn's other clients, Edward Walters, who was in the room with us during this discussion, yelled at me, accusing me of 26 27 killing the settlement for everyone, and that everyone else had signed or would sign, and everyone else wanted the settlement. 28

HUB LAW OFFICES Ford Greene, Esquire 711 Sir Francis Drake Blvd. San Anselmo, CA 94960 (415) 258-0360 Mr. Flynn said that the organization would only settle with everyone together; otherwise there would be no settlement. He did agree to ask the organization to include a clause in my settlement agreement allowing me to keep my creative works relating to L. Ron Hubbard or the organization (para. 7L).

Mr. Flynn said that a major reason for the settlement's 6 8. 7 "global" form was to give the organization the opportunity to 8 change its combative attitude and behavior by removing the threat 9 he and his clients represented to it. He argued that the organization's willingness to pay us substantial sums of money, 10 11 after its agents and attorneys had sworn for years to pay us "not one thin dime" was evidence of a philosophic shift within the 12 13 organization. I argued that the settlement agreement evidenced 14 the unchanged philosophy of fair game, and that if the organization did not use the opportunity to transform its 15 antisocial nature and actions toward its members, critics and 16 17 society I would, a few years hence, because of my knowledge of 18 organization fraud and fair game, be again embroiled in its 19 litigation and targeted for extralegal attacks.

20 9. Regarding the affidavit the organization required that I sign, Mr. Flynn said that the "disagreement with prior management" 21 22 could be rationalized as being a disagreement with L. Ron Hubbard, and since Mr. Hubbard had died in January 1986 it could be said 23 that I no longer had that disagreement. Mr. Flynn said that the 24 25 organization's attorneys had promised that the affidavit, which all the settling litigants were signing, would only be used by the 26 27 organization if I began attacking it after the settlement, and since I had no intention of attacking the organization the 28

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affidavit would never see the light of day.

2 During my meeting with Mr. Flynn in Los Angeles I found 10. 3 myself facing a dilemma which I reasoned through in this way. If I refused to sign the settlement agreement and affidavit all the 4 5 other settling litigants, many of whom had been flown to Los Angeles in anticipation of a settlement, would be extremely 6 7 disappointed and would continue to be subjected to organization 8 harassment for an unknown period of time. I had been positioned in the settlement drama as a deal-breaker and would undoubtedly 9 10 lose the support of some if not all of these litigants, several of 11 whom were key witnesses in my case against the organization. 12 Although I was certain that Mr. Flynn and my other lawyers would 13 not refuse to represent me if I did not sign the documents I also 14 knew that they all would view me as a deal-breaker and they would be as disappointed as the other litigants in not ending the 15 litigation they desperately wanted out of. The prospect of 16 17 continuing the litigation with unhappy and unwilling attorneys on my side, even though my cross-complaint was set for trial within 18 three months, was distressing. On the other hand, if I signed the 19 documents, all my co-litigants, some of whom I knew to be in 20 financial trouble, would be happy, the stress they felt would be 21 reduced and they could get on with their lives. Mr. Flynn and the 22 other lawyers would be happy and the threat to them and their 23 The organization would have the 24 families would be removed. 25 opportunity they said they desired to clean up their act and start I would have the opportunity to get on with the next phase 26 anew. of my life and the financial wherewithal to do so. 27 I was also not unhappy to at that time not have to testify in all the litigation 28

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1 nor to respond to the media's frequent questions. If the 2 organization continued its fair game practices toward me I knew 3 that I would be left to defend myself and I accepted that fact. So, armed with Mr. Flynn's advice that the conditions I found so 4 5 offensive in the settlement agreement were not worth the paper they were printed on, and the knowledge that the organization's 6 7 attorneys were also aware of that legal opinion, I put on a happy face and the following day went through the charade of a 8 videotaped signing. 9

10 11. It was my understanding and intention at the time of the 11 settlement that I would honor the silence and confidentiality 12 conditions of the settlement agreement, and that the organization 13 had agreed to do likewise.

There were absolutely no negotiations involving me in 14 12. the liquidated damages provision. The figure of \$50,000 per 15 16 utterance was never approved by me, and I would never have 17 approved if it had been presented to me for approval. It is not reflective of and has no relationship of any kind to any actual 18 19 damages Scientology would suffer for each utterance I might make of my experiences inside the organization. Those actual damages 20 In December, 1986 when I protested to Mr. Flynn the 21 are zero. 22 ridiculous sum and idea of liquidated damages he stated "it's not worth the paper it's printed on." The discussion did not go 23 beyond that. 24

13. Prior to signing the "settlement agreement" I met
briefly with attorney Michael Walton and discussed the liquidated
damages provision with him. He said that in his opinion the
liquidated damages provision would have to be reciprocal and apply

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ARMSTRONG'S SEPARATE STATEMENT RE SUMMARY JUDGMENT

1 to Scientology for it to be enforceable against me, that is to say 2 that Scientology would have to remain silent about me and my 3 experiences, otherwise it would be liable to me for the same 4 liquidated damages.

5 14. Two documents relating to the 1986 "settlement," a 6 "Stipulation" dated December 10, 1986 between Michael Flynn and 7 Scientology lawyers John Peterson and Michael Hertzberg, and an 8 "Indemnity Agreement" signed by Scientology lawyers Lawrence 9 Heller and Earle Cooley, appended hereto as Exhibits B and C, I 10 did not see and did not know of until 1990 after Scientology filed 11 them in its appeal from the Breckenridge decision.

After the settlement, and after I was threatened a 12 15. 13 number of times by Scientology lawyer Lawrence Heller with being sued, even if I testified pursuant to a subpoena, I had a 14 15 conversation concerning the settlement with attorney Julia 16 Dragojevic, Mr. Flynn's co-counsel in Armstrong I. She expressed to me that she had a serious concern about the legality of the 17 "settlement agreement," and about the impropriety of agreeing to 18 19 not further represent people in Scientology-related litigation.

16. Scientology makes the charge that I was hired by
attorney Joseph Yanny as a paralegal to work on the <u>Aznaran</u> case.
I wasn't. The only thing I did for Mr. Yanny on the <u>Aznaran</u> case
was to write and/or execute two declarations as a percipient
witness.

17. Scientology claims that I discussed my experiences
inside the organization with CNN in a 1992 video interview and
with William Horne a writer for <u>American Lawyer</u> magazine in 1992.
Both CNN and Mr. Horne contacted me because of my post-settlement

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1 litigation and that is what I discussed with them. Scientology 2 claims in its Separate Statement in support of its instant motion 3 that I "made statements concerning [my] knowledge of and experiences with the Church of Scientology during that interview," 4 5 and that such are shown in pages of my deposition of October 7, 1992 at pages 341, 342 and 348 through 360. Scientology did not 6 7 include pages 349 through 359 of said deposition in its evidence. 8 I am now appending them hereto as Exhibit D. They do not contain 9 what Scientology claims they contain. Appended hereto as Exhibit 10 E is a copy of the section of the article by Mr. Horne which 11 mention me which was published in the July/August, 1992 issue of 12 This article also contains no mention of my American Lawyer. 13 experiences inside Scientology. After the December, 1986 14 settlement I continued to read books and other information concerning Hubbard and Scientology, and much of the knowledge I 15 16 gained after 1986 is inseparable from the earlier knowledge. 17 Appended hereto, for example, as Exhibit F, is a copy of the title page and table of contents from the book L. Ron Hubbard - Messiah 18 19 or Madman, by Bent Corydon published in 1987. Other major works 20 on Hubbard I read after 1986 are A Piece of Blue Sky by Jon Atack, and Barefaced Messiah by Russell Miller. 21

I declare under the penalty of perjury under the laws of the State of California that the foregoing is true and correct.

Executed at San Anselmo, California, on January 13, 1995

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Page 9.

GERALD ARMSTRONG

HILE.

HART. DI

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES

CHURCH OF SCIENTOLOGY OF CALIFORNIA,

Plaintiff,

No. C 420153

EXHIBIT

H

MEMORANDUM OF INTENDED DECISION

GERALD ARMSTRONG,

vs.

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Defendant.

Intervenor.

MARY SUE HUBBARD,_

In this matter heretofore taken under submission, the Court announces its intended decision as follows:

As to the tort causes of action, plaintiff, and plaintiff in intervention are to take nothing, and defendant is entitled to Judgment and costs.

As to the equitable actions, the court finds that neither plaintiff has clean hands, and that at least as of this time, are not entitled to the immediate return of any document or objects presently retained by the court clerk. All exhibits

TENAT. PR 7.81

received in evidence or marked for ident: sation, unless specifically ordered sealed¹, are matters of public record and shall be available for public inspection or use to the same extent that any such exhibit would be available in any other lawsuit. In other words they are to be treated henceforth no differently than similar exhibits in other cases in Superior Court. Furthermore, the "inventory list and description," of materials turned over by Armstrong's attorneys to the court, shall not be considered or deemed to be confidential, private, or under seal.

All other documents or objects presently in the possession of the clerk (not marked herein as court exhibits) shall be retained by the clerk, subject to the same orders as are presently in effect as to sealing and inspection, until such time as trial court proceedings are concluded as to the severed cross complaint. For the purposes of this Judgment, conclusion will occur when any motion for a new trial has been denied, or the time within such a motion must be brought has expired without such a motion being made. At that time, all documents neither received in evidence, nor marked for identification only, shall be released by the clerk to plaintiff's representatives. Notwithstanding this order, the parties may

1. Exhibits in evidence No. 500-40; JJJ; KKK; LLL: MMM; NNN; OOO; PPP; QQQ; RRR; and 500-QQQQ.

Exhibits for identification only No. JJJJ; Series 500-DDDD, EEEE, FFFF, GGGG, HHHH, IIII, NNNN-1, 0000, ZZZZ, CCCCC, GGGGG, IIIII, KKKKK, LLLLL, 00000, PPPPP, QQQQQ, BBBBBB, 000000, BBBBBBBB.

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at any time by written stipulation filed with the clerk obtain release of any or all such unused materials.

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Defendant and his counsel are free to speak or communicate upon any of Defendant Armstrong's recollections of his life as a Scientologist or the contents of any exhibit received in evidence or marked for identification and not specifically ordered sealed. As to all documents, and other materials held under seal by the clerk, counsel and the defendant shall remain subject to the same injunctions as presently exist, at least until the conclusion of the proceedings on the cross complaint. However, in any other legal proceedings in which defense counsel, or any of them, is of record, such counsel shall have the right to discuss exhibits under seal, or their contents, if such is reasonably necessary and incidental to the proper representation of his or her client.

Further, if any court of competent jurisdiction orders __________ - defendant or his attorney to testify concerning the fact of any ________ such exhibit, document, object, or its contents, such testimony shall be given, and no violation of this order will occur. Likewise, defendant and his counsel may discuss the contents of any documents under seal or of any matters as to which this court has found to be privileged as between the parties hereto, with any duly constituted Governmental Law Enforcement Agency or submit any exhibits or declarations thereto concerning such document or materials, without violating any order of this court.

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This cc_t will retain jurisdictic to enforce, modify, alter, or terminate any injunction-included within the Judgment.

Counsel for defendant is ordered to prepare, serve, and file a Judgment on the Complaint and Complaint in Intervention, and Statement of Decision if timely and properly requested, consistent with the court's intended decision.

Discussion

Plaintiff Church has made out a prima facie case of conversion (as bailee of the materials), breach of fiduciary duty, and breach of confidence (as the former employer who provided confidential materials to its then employee for certain specific purposes, which the employee later used for other purposes to plaintiff's detriment). Plaintiff Mary Jane Hubbard has likewise made out a prima facie case of conversion

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and invasion privacy (misuse by a pe . 1 of private matters entrusted to him for certain specific purposes only).

While defendant has asserted various theories of defense, the basic thrust of his testimony is that he did what he did, because he believed that his life, physical and mental well being, as well as that of his wife were threatened because the organization was aware of what he knew about the life of LRH, the secret machinations and financial activities of the Church, and his dedication to the truth. He believed that the only way he could defend himself, physically as well as from harassing lawsuits, was to take from Omar Garrison those materials which would support and corroborate everything that he had been saying within the Church about LRH and the Church, or refute the allegations made against him in the April 22 Suppressive Person Declare. He believed that the only way he could be sure that the documents would remain secure for his future use was to send them to his attorneys, and that to protect himself, he "had to go public so as to minimize the risk that LRH, the -Church, or any of their agents would do him physical harm.

This conduct if reasonably believed in by defendant and engaged in by him in good faith, finds support as a defense to the plaintiff's charges in the Restatements of Agency, Torts, and case law.

Restatement of Agency, Second, provides:

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"Section 395f: An agent is privileged to reveal information confidentially acquired by him in the course of his agency in the protection of a superior interest of himself or a third person.

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"Section 418: An agent is privileged to protect interests of his own which are superior to those of the principal, even though he does so at the expense of the principal's interest or in disobedience to his orders."

Restatement of torts, Second, section 271:

"One is privileged to commit an act which would otherwise be a trespass to or a conversion of a chattel in the possession of another, for the purpose of defending himself or a third person against the other, under the same conditions which would afford a privilege to inflict harmful or offensive contact upon the other for the same purpose."

The Restatement of Torts, Second, section 652a, as well as case law, make it clear that not all invasions of privacy are unlawful or tortious. It is only when the invasion is unreasonable that it becomes actionable. Hence, the trier of fact must engage in a balancing test, weighing the nature and extent of the invasion, as against the purported justification therefore to determine whether in a given case, the particular invasion or intrusion was unreasonable.

In addition the defendant has asserted as a defense the principal involved in the case of <u>Willig</u> v. <u>Gold</u>, 75 Cal.App.2d, 809, 814, which holds that an agent has a right or privilege to disclose his principal's dishonest acts to the party prejudicially affected by them.

Plaintiff Church has asserted and obviously has certain rights arising out of the First Amendment. Thus, the court cannot, and has not, inquired into or attempted to evaluate the

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merits, accuracy, or truthfulness of Scientology or any of its precepts as a religion. First Amendment rights, however, cannot be utilized by the Church or its members, as a sword to preclude the defendant, whom the Church is suing, from defending himself. Therefore, the actual practices of the Church or its members, as it relates to the reasonableness of the defendant's conduct and his state of mind are relevant, admissible, and have been considered by the court.

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... As indicated by its factual findings, the court finds the testimony of Gerald and Jocelyn Armstrong, Laurel Sullivan, Nancy Dincalcis, Edward Walters, Omar Garrison, Kima Douglas, and Howard Schomer to be credible, extremely persuasive, and the defense of privilege or justification established and corroborated by this evidence. Obviously, there are some discrepancies or variations in recollections, but these are the normal problems which arise from lapse of time, or from different people viewing matters or events from different ---perspectives. In all critical and important matters, their testimony was precise, accurate, and rang true. The picture painted by these former dedicated Scientologists, all of whom were intimately involved with LRH, or Mary Jane Hubbard, or of the Scientology Organization, is on the one hand pathetic, and on the other, outrageous. Each of these persons literally gave years of his or her respective life in support of a man, LRH, and his ideas. Each has manifested a waste and loss or frustration which is incapable of description. Each has broken with the movement for a variety of reasons, but at the same time, each is, still bound by the knowledge that the Church has

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in its posse. On his or her most inner oughts and confessions, all recorded in "pre-clear (P.C.) folders" or other security files of the organization, and that the Church or its minions is fully capable of intimidation or other physical or psychological abuse if it suits their ends. The record is replete with evidence of such abuse.

In 1970 a police agency of the French Government conducted an investigation into Scientology and concluded, "this sect, under the pretext of 'freeing humans' is nothing in reality but a vast enterprise to extract. the maximum amount of money from its adepts by (use of) pseudo-scientific theories, by (use of) 'auditions' and 'stage settings' (lit. to create a theatrical scene') pushed to extremes (a machine to detect lies, its own particular phraseology . .), to estrange adepts from their families and to exercise a kind of blackmail against persons who do not wish to continue with this sect."2 From the evidence presented to this court in 1984, at the very least, 'similar conclusions can be drawn. In addition to violating and abusing its own members civil rights, the organization over the years with its "Fair Game" doctrine has harassed and abused those persons not in the Church whom it perceives as enemies. The organization clearly is schizophrenic and paranoid, and this bizarre combination seems to be a reflection of its founder LRH. The evidence portrays a man who has been virtually a pathological liar when it comes to his history,

2. Exhibit 500-HHHHH.

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background, ____ achievements. The writ. is and documents in evidence additionally reflect his egoism, greed, avarice, lust for power, and vindictiveness and aggressiveness against ... persons perceived by him to be disloyal or hostile. At the same time it appears that he is charismatic and highly capable of motivating, organizing, controlling, manipulating, and inspiring his adherents. He has been referred to during the trial as a "genius," a "revered person," a man who was "viewed by his followers in awe." Obviously, he is and has been a very complex person, and that complexity is further reflected in his alter ego, the Church of Scientology. Notwithstanding protestations to the contrary, this court is satisfied that LRH runs the Church in all ways through the Sea Organization, his role of Commodore, and the Commodore's Messengers. 3 He has, of course, chosen to go into "seclusion," but he maintains contact and control through the top messengers. Seclusion has its light and dark side too. It adds to his mystique, and yet 2 shields him from accountability and subpoena or service of summons.

LRH's wife, Mary Sue Hubbard is also a plaintiff herein. On the one hand she certainly appeared to be a pathetic individual. She was forced from her post as Controller, convicted and imprisoned as a felon, and deserted by her husband. On the other hand her credibility leaves much to be desired. She struck the familiar pose of not seeing, hearing,

3. See Exhibit K: Flag Order 3729 - 15 September 1978 "Commodore's Messengers."

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or knowing & evil. Yet she was the he. _ of the Guardian Office for years and among other things, authored the infamous order "GO 121669"4 which directed culling of supposedly confidential P.C. files/folders for purposes of internal In her testimony she expressed the feeling that. security. defendant by delivering the documents, writings, letters to his attorneys, subjected her to mental rape. The evidence is clear and the court finds that defendant and Omar Garrison had permission to utilize these documents for the purpose of Garrison's proposed biography. The only other persons who were shown any of the documents were defendant's attorneys, the Douglasses, the Dincalcis, and apparently some documents specifically affecting LRH's son "Nibs," were shown to "Nibs." The Douglasses and Dincalcises were disaffected Scientologists who had a concern for their own safety and mental security, and were much in the same situation as defendant. They had not been declared as suppressive, but Scientology had their P.C. "folders, as well as other confessions," and they were extremely apprehensive. They did not see very many of the documents, and it is not entirely clear which they saw. At any rate Mary Sue Hubbard did not appear to be so much distressed by this fact, as by the fact that Armstrong had given the documents to Michael Flynn, whom the Church considered its foremost

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4. Exhibit AAA.

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lawyer-enemy. However, just as the plaintiffs have First Amendment rights, the defendant has a Constitutional right to an attorney of his own choosing. In legal contemplation the fact that defendant selected Mr. Flynn rather than some other lawyer cannot by itself be tortious. In determining whether the defendant unreasonably invaded Mrs. Hubbard's privacy, the court is satisfied the invasion was slight, and the reasons and justification for defendant's conduct manifest. Defendant was told by Scientology to get an attorney. He was declared an enemy by the Church. He believed, reasonably, that he was subject to "fair game." The only way he could defend himself, his integrity, and his wife was to take that which was available to him and place it in a safe harbor, to wit, his lawyer's custody. He may have engaged in overkill, in the sense that he took voluminous materials, some of which appear only marginally relevant to his defense. But he was not a lawyer and cannot be held to that precise standard of judgment. Further, at the time that he was accumulating the material, he was terrified and undergoing severe emotional turmoil. The court is satisfied that he did not unreasonably intrude upon Mrs. Hubbard's privacy under the circumstances by in effect simply making his knowledge that of his attorneys. It is, of course, rather ironic that the person who authorized G.O. order 121669 should complain about an invasion of privacy. The

5. "No, I think my emotional distress and upset is the fact that someone took papers and materials without my authorization and then gave them to your Mr. Flynn." Reporter's Transcript, p. 1006.

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practice of culling supposedly confidental "P.C. folders or files" to obtain information for purposes of intimidation and/or harassment is repugnant and outrageous. The Guardian's Office, which plaintiff headed, was no respector of anyone's civil rights, particularly that of privacy. Plaintiff Mary Sue Hubbard's cause of action for conversion must fail for the same reason as plaintiff Church. The documents were all together in Omar Garrison's possession. There was no rational way the defendant could make any distinction.

Insofar as the return of documents is concerned, matters which are still under seal may have evidentiary value in the trial of the cross complaint or in other third party litigation. By the time that proceedings on the cross complaint are concluded, the court's present feeling is that those documents or objects not used by that time should be returned to plaintiff. However, the court will reserve jurisdiction to reconsider that should circumstances warrant. Dated: June 20, 1984

PAUL G. BRECKENRIDGE, JR. Judge of the Superior Court

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ATTEST	REORAL Colling Clerk and Ch	_ 19
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Appendix

Statistic manufactor

Defendant Armstrong was involved with Scientology from 1969 through 1981, a period spanning 12 years. During that time he was a dedicated and devoted member who revered the founder, L. Ron Hubbard. There was little that Defendant Armstrong would not do for Hubbard or the Organization. He gave up formal education, one-third of his life, money and anything he could give in order to further the goals of Scientology, goals he believed were based upon the truth, honesty, integrity of Hubbard and the Organization.

From 1971 through 1981, Defendant Armstrong was a member of the Sea Organization, a group of highly trained scientologists who were considered the upper echelon of the Scientology organization. During those years he was placed in various locations, but it was never made clear to him exactly which Scientology corporation he was working for. Defendant Armstrong understood that, ultimately, he was working for L. Ron Hubbard, who controlled all Scientology finances, personnel, and operations while Defendant was in the Sea Organization.

Beginning in 1979 Defendant Armstrong resided at Gilman Hot Springs, California, in Hubbard's "Household Unit." The Household Unit took care of the personal wishes and needs of Hubbard at many levels. Defendant Armstrong acted as the L. Ron Hubbard Renovations In-Charge and was responsible for renovations, decoration, and maintenance of Hubbard's home and office at Gilman Hot Springs.

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In January of 1980 there was an announcement of a possible raid to be made by the FBI or other law enforcement agencies of the property. Everyone on the property was required by Hubbard's representatives, the Commodore's Messengers, to go through all documents located on the property and "vet" or destroy anything which showed that Hubbard controlled Scientology organizations, retained financial control, or was issuing orders to people at Gilman Hot Springs. _____A commercial paper shredder was rented and operated day and night for two weeks to destroy hundreds of thousands of pages of documents.

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During the period of shredding, Brenda Black, the individual responsible for storage of Hubbard's personal belongings at Gilman Hot Springs, came to Defendant Armstrong with a box of documents and asked whether they were to be shredded. Defendant Armstrong reviewed the documents and found that they consisted of a wide variety of documents including Hubbard's personal papers, diaries, and other writings from a time before he started Dianetics in 1950, together with documents belonging to third persons which had apparently been stolen by Hubbard or his agents. Defendant Armstrong took the documents from Ms. Black and placed them in a safe location on the property. He then searched for and located another twenty or more boxes containing similar materials, which were poorly maintained.

On January 8, 1980, Defendant Armstrong wrote a petition to Hubbard requesting his permission to perform the research for a biography to be done about his life. The petition states

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that Defendant ...mstrong had located the subject materials and lists of a number of activities he wished to perform in connection with the biography research.

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Hubbard approved the petition, and Defendant Armstrong became the L. Ron Hubbard Personal Relations Officer Researcher (PPRO Res). Defendant claims that this petition and its approval forms the basis for a contract between Defendant and Hubbard. Defendant Armstrong's supervisor was then Laurel Sullivan, L. Ron Hubbard's Personal Public Relations Officer.

During the first part of 1980, Defendant Armstrong moved all of the L. Ron Hubbard Archives materials he had located at Gilman Hot Springs to an office in the Church of Scientology Cedars Complex in Los Angeles. These materials comprised approximately six file cabinets. Defendant Armstrong had located himself in the Cedars Complex, because he was also involved in "Mission Corporate Category Sort-Out," a mission to work out legal strategy. Defendant Armstrong was involved with this mission until June of 1980.

It was also during this early part of 1980 that Hubbard left the location in Gilman Hot Springs, California, and went into hiding. Although Defendant Armstrong was advised by Laurel Sullivan that no one could communicate with Hubbard, Defendant Armstrong knew that the ability for communication existed, because he had forwarded materials to Hubbard at his request in mid-1980.

Because of this purported inability to communicate with Hubbard, Defendant Armstrong's request to purchase biographical materials of Hubbard from people who offered them for sale went

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to the Commoc. 's Messenger Organization, the personal representatives of Hubbard.

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In June of 1980 Defendant Armstrong became involved in the selection of a writer for the Hubbard biography. Defendant Armstrong learned that Hubbard had approved of a biography proposal prepared by Omar Garrison, a writer who was not a member of Scientology. Defendant Armstrong had meetings with Mr. Garrison regarding the writing of the biography and what documentation and assistance would be made available to him. As understood by Mr. Garrison, Defendant Armstrong represented Hubbard in these discussions.

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Mr. Garrison was advised that the research material he would have at his disposal were Hubbard's personal archives. Mr. Garrison would only undertake a writing of the biography if the materials provided to him were from Hubbard's personal archives, and only if his manuscript was subject to the approval of Hubbard himself.

In October of 1980 Mr. Garrison came to Los Angeles and was toured through the Hubbard archives materials that Defendant Armstrong had assembled up to that time. This was an important "selling point" in obtaining Mr. Garrison's agreement to write the biography. On October 30, 1980, an agreement was entered into between Ralston-Pilot, ncv. F/S/O Omar V. Garrison, and AOSH DK Publications of Copenhagen, Denmark, for the writing of a biography of Hubbard.

Paragraph 10B of the agreement states that:

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"Publisher shall use its best efforts to provide Author with an office, an officer assistant and/or research assistant, office supplies and any needed archival and interview materials in connection with the writing of the Work."

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The "research assistant" provided to Mr. Garrison was Defendant Armstrong.

During 1980 Defendant Armstrong exchanged correspondence with Intervenor regarding the biography project. Following his approval by Hubbard as biography researcher, Defendant Armstrong wrote to Intervenor on February 5, 1980, advising her of the scope of the project. In the letter Defendant stated that he had found documents which included Hubbard's diary from his Orient trip, poems, essays from his youth, and several personal letters, as well as other things.

By letter of February 11, 1980, Intervenor responded to Defendant, acknowledging that he would be carrying out the duties of Biography Researcher.

On October 14, 1980, Defendant Armstrong again wrote to Intervenor, updating her on "Archives materials" and proposing certain guidelines for the handling of those materials.

It was Intervenor who, in early 1981, ordered certain biographical materials from "Controller Archives" to be delivered to Defendant Armstrong. These materials consisted of several letters written by Hubbard in the 1920's and 1930's, Hubbard's Boy Scout books and materials, several old Hubbard family photographs, a diary kept by Hubbard in his youth, and several other items.

Defendant Armstrong received these materials upon the order of Intervenor, following his letter of October 15, 1980,

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to her in which Defendant stated, at page 7, that there were materials in the "Controller Archives" that would be helpful to him in the biography research.

After these materials were delivered to Defendant Armstrong, Intervenor was removed from her Scientology position of Controller in 1981, presumably because of her conviction for the felony of obstruction of justice in connection with the theft of Scientology documents from various government offices and agencies in Washington, D.C.

During the time Defendant Armstrong worked on the biography project and acted as Hubbard Archivist, there was never any mention that he was not to be dealing with Hubbard's personal documents or that the delivery of those documents to Mr. Garrison was not authorized.

For the first year or more of the Hubbard biography and archive project, funding came from Hubbard's personal staff unit at Gilman Hot Springs, California. In early 1981, however, Defendant Armstrong's supervisor, Laurel Sullivan, ordered him to request that funding come from what was known as SEA Org Reserves. Approval for this change in funding came from the SEA Org Reserves Chief and Watch Dog Committee, the top Commodores Messenger Organization unit, who were Hubbard's personal representatives.

From November of 1980 through 1981, Defendant Armstrong worked closely with Mr. Garrison, assembling Hubbard's archives into logical categories, copying them and arranging the copies of the Archives materials into bound volumes. Defendant Armstrong made two copies of almost all documents copied for

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Mr. Garrison - one for Mr. Garrison and the other to remain in Hubbard Archives for reference or recopying. Defendant Armstrong created approximately 400 binders of documents. The vast majority of the documents for Mr. Garrison came from Hubbard's personal Archives, of which Defendant Armstrong was in charge. Materials which came from other Archives, such as the Controller Archives, were provided to Defendant Armstrong by Scientology staff members who had these documents in their care.

It was not until late 1981 that Plaintiff was to provide a person to assist on the biography project by providing Mr. Garrison with "Guardian Office' materials, otherwise described as technical materials relating to the operation of Scientology. The individual appointed for this task was Vaughn Young. Controller Archives and Guardian Office Archives hac no connection to the Hubbard Archives, which Defendant Armstrong created and maintained as Hubbard's personal materials.

In addition to the assemblage of Hubbard's Archives, Defendant Armstrong worked continually on researching and assembling materials concerning Hubbard by interviewing dozens of individuals, including Hubbard's living aunt, uncle, and four cousins. Defendant Armstrong did a geneology study of Hubbard's family and collected, assembled, and read hundreds of thousands of pages of documentation in Hubbard's Archives.

During 1980 Defendant Armstrong remained convinced of Hubbard's honesty and integrity and believed that the representations he had made about himself in various publications were truthful. Defendant Armstrong was devoted to

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Hubbard and was convinced that any information which he discovered to be unflattering of Eubbard or contradictory to what Hubbard has said about himself, was a lie being spread by Hubbard's enemies. Even when Defendant Armstrong located documents in Hubbard's Archives which indicated that representations made by Hubbard and the Organization were untrue, Defendant Armstrong would find some means to "explain away" the contradictory information.

Slowly, however, throughout 1981, Defendant Armstrong began to see that Hubbard and the Organization had continuously lied about Hubbard's past, his credentials, and his accomplishments. Defendant Armstrong believed, in good faith, that the only means by which Scientology could succeed in what Defendant Armstrong believed was its goal of creating an ethical environment on earth, and the only way Hubbard could be free of his critics, would be for Hubbard and the Organization to discontinue the lies about Hubbard's past, his credentials, to and accomplishments. Defendant Armstrong resisted any public relations piece or announcement about Hubbard which the L. Ron - Hubbard Public Relations Bureau proposed for publication which was not factual. Defendant Armstrong attempted to change and make accurate the various "about the author" sections in Scientology books, and further, Defendant rewrote or critiqued several of these and other publications for the L. Ron Hubbard Public Relations Bureau and various Scientology Organizations. Defendant Armstrong believed and desired that the Scientology Organization and its leader discontinue the perpetration of the 111-

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massive fraud upon the innocent followers of Scientology, and the public at large.

Because of Defendant Armstrong's actions, in late November of 1981, Defendant was requested to come to Gilman Hot Springs by Commodore Messenger Organization Executive, Cirrus Slevin. Defendant Armstrong was ordered to undergo a "security check," which involved Defendant Armstrong's interrogation while connected to a crude Scientology lie detector machine called an E-meter.

The Organization wished to determine what materials Defendant Armstrong had provided to Omar Garrison. Defendant Armstrong was struck by the realization that the Organization would not work with him to correct the numerous fraudulent representations made to followers of Scientology and the public about L. Ron Hubbard and the Organization itself. Defendant Armstrong, who, for twelve years of his life, had placed his complete and full trust in Mr. and Mrs. Hubbard and the Scientology Organization, saw that his trust had no meaning and that the massive frauds perpetrated about Hubbard's past, credentials, and accomplishments would continue to be spread.

Less than three weeks before Defendant Armstrong left Scientology, he wrote a letter to Cirrus Slevin on November 25, 1981, in which it is clear that his intentions in airing the inaccuracies, falsehoods, and frauds regarding Hubbard were done in good faith. In his letter he stated as follows:

> "If we present inaccuracies, hyperbole - or downright lies as fact or truth, it doesn't matter what slant we give them, if

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disproved the man will look, to outsiders at least, like a charlatan. This is what I'm trying to prevent and what I've been working on the past year and a half.

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"and that is why I said to Norman that it is up to us to insure that everything which goes out about LRH is one hundred percent accurate. That is not to say that opinions can't be voiced, they can. And they can contain all the hype you want. But they should not be construed as facts. And anything stated as a fact should be documentable.

"we are in a period when 'investigative reporting' is popular, and when there is relatively easy access to documentation on a person. We can't delude ourselves I believe, if we want to gain public acceptance and cause some betterment in society, that we can get away with statements, the validity of which we don't know.

"The real disservice to LRH, and the ultimate make-wrong is to go on assuming that everything he's ever written or said - is one hundred percent accurate and publish it as such without verifying it. I'm

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talking here about biographical or non-technical writings. This only leads, should any of his statements turn out to be inaccurate, to a make-wrong of him, and consequently his technology.

"That's what I'm trying to remedy and prevent.

"To say that LRH is not capable of hype, errors or lies is certanly 'sic; not granting him much of a beingness. To continue on with the line that he has never erred nor lied is counterproductive. It is an unreal attitude and too far removed from both the reality and people in general that it would widen public unacceptance.

falsities must be corrected, and why we must verify our facts and present them in a favorable light."

The remainder of the letter contains examples of facts about Hubbard which Defendant Armstrong found to be wholly untrue or inaccurate and which were represented as true by the Hubbards and the Scientology Organization.

In December of 1981 Defendant Armstrong made the decision to leave the Church of Scientology. In order to continue in

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his commitment to Hubbard and Mr. Garrison in the biography project, he copied a large quantity of documents, which Mr. Garrison had requested or which would be useful to him for the biography. Defendant Armstrong delivered all of this material to Mr. Garrison the date he left the SEA Organization and kept nothing in his possession.

Thereafter, Defendant Armstrong maintained friendly relations with Hubbard's representatives by returning to the Archives office and discussing the various categories of In fact on February 24, 1982, Defendant Armstrong materials. wrote to Vaughn Young, regarding certain materials Mr. Young 12 was unable to locate for Omar Garrison.

After this letter was written, Defendant Armstrong went to the Archives office and located certain materials Mr. Garrison had wanted which Hubbard representatives claimed they could not

"At the time Defendant Armstrong left the SEA Organization he was disappointed with Scientology and Hubbard, and also felt deceived by them. However, Defendant Armstrong felt he had no enemies and felt no ill will toward anyone in the Organization or Hubbard, but still believed that a truthful biography should be written.

After leaving the SEA Organization, Defendant ARmstrong continued to assist Mr. Garrison with the Hubbard biography In the spring of 1982, Defendant Armstrong at Mr. project. Garrison's request, transcribed some of his interview tapes, copied some of the documentation he had, and assembled several more binders of copied materials. Defendant Armstrong also set 28

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up shelves for Mr. Garrison for all the biography research materials, worked on a cross-reference systems, and continued to do library research for the biography.

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On February 18, 1982, the Church of Scientology International issued a "Suppressive Person Declare Gerry Armstrong," which is an official Scientology document issued against individuals who are considered as enemies of the Organization. Said Suppressive Person Declare charged that Defendant Armstrong had taken an unauthorized leave and that he was spreading destructive rumors about Senior Scientologists.

Defendant Armstrong was unaware of said Suppressive Person Declare until April of 1982. At that time a revised Declare was issued on April 22, 1982. Said Declare charged Defendant Armstrong with 18 different "Crimes and High Crimes and Suppressive Acts Against the Church." The charges included theft, juggling accounts, obtaining loans on money under false pretenses, promulgating false information about the Church , its founder, and members, and other untruthful allegations designed to make Defendant Armstrong an appropriate subject of the Scientology "Fair Game Doctrine." Said Doctrine allows any suppressive person to be "tricked, cheated, lied to, sued, or destroyed."

The second declare was issued shortly after Defendant Armstrong attempted to sell photographs of his wedding on board Hubbard's ship (in which Hubbard appears), and photographs belonging to some of his friends, which also included photos of L.R. Hubbard while in seclusion. Although Defendant Armstrong delivered the photographs to a Virgil Wilhite for sale, he

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never received payment or return of his friend's photographs. When he became aware that the Church had these photographs, he went to the Organization to request their return. A loud and boisterous argument ensued, and he eventually was told to leave the premises and get an attorney.

From his extensive knowledge of the covert and intelligence operations carried out by the Church of Scientology of California against its enemies (suppressive persons), Defendant Armstrong became terrified and feared that his life and the life of his wife were in danger, and he also feared he would be the target of costly and harassing lawsuits. In addition, Mr. Garrison became afraid for the security of the documents and believed that the intelligence network of the Church of Scientology would break and enter his home to retrieve them. Thus, Defendant Armstrong made copies of certain documents for Mr. Garrison and maintained them in a separate location.

It was thereafter, in the summer of 1982, that Defendant Armstrong asked Mr. Garrison for copies of documents to use in his defense and sent the documents to his attorneys, Michael Flynn and Contos & Bunch.

After the within suit was filed on August 2, 1982, Defendant Armstrong was the subject of harassment, including being followed and surveilled by individuals who admitted employment by Plaintiff; being assaulted by one of these individuals; being struck bodily by a car driven by one of these individuals; having two attempts made by said individuals apparently to involve Defendant Armstrong in a freeway

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automobile accident; having said individuals come onto Defendant Armstrong's property, spy in his windows, create disturbances, and upset his neighbors. During trial when it appeared that Howard Schomer (a former Scientologist) might be called as a defense witness, the Church engaged in a somewhat sophisticated effort to suppress his testimony. It is not clear how the Church became aware of defense intentions to call Mr. Schomer as a witness, but it is abundantly clear they sought to entice him back into the fold and prevent his ... testimony.

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STIPULATION

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The Church of Scientology of California, Mary Sue Hubbard, and Gerald Armstrong, by and through their undersigned counsel, hereby stipulate that in any retrial ordered by any appellate court in <u>Church of Scientology of California v. Gerald</u> <u>Armstrong</u>, LASC No. C 420153, the total damages awarded to the Plaintiff Church of Scientology of California and Plaintiff in Intervention Mary Sue Hubbard, combined for any and all causes of action, shall not exceed twenty five thousand and one dollars (\$25,001.00).

DATED:

12/10/56

DATED:

Dec 10, 1986

Attorney for Defendant Gerald Armstrong

Attorney for Plaintiff Church of Scientology of California

LEF MICHAEL

Attorney for Intervenor Mary Sue Hubbard

DATED:

INDEMNITY AGREEMENT

The undersigned hereby agree to jointly indemnify MICHAEL J. FLYNN within the limitation described in the last paragraph hereof, in the event, and only in the event, all of the following conditions occur:

1. The case of <u>Church of Scientology of California v.</u> <u>Armstrong</u>, Los Angeles Superior Court No. 420153 and Court of Appeal No. B005912 the appeal of which is presently pending before the California Appellate Courts, Second District, is reversed and the damage cause of action therein is remanded for a retrial by said the Appellate Court; and

2. The Plaintiff therein, Church of Scientology of California, retries any part of said action, pursuant to that remand, wherein the Church of Scientology of California prays for damages; and

3. Judgment is entered pursuant to said retrial in favor of the Church of Scientology of California and against Gerald Armstrong; and

3. Gerald Armstrong pays any part or all of said judgment for damages; and

4. Michael J. Flynn reimburses Gerald Armstrong for any part or all of the monies paid to the Church of Scientology of California by Gerald Armstrong pursuant to the said judgment.

If all of the foregoing conditions occur the undersigned will indemnify Michael J. Flynn only for the sum of money he has reimbursed Gerald Armstrong. In no event will the undersigned

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indemnify Michael J. Flynn for any sum greater than twenty-five thousand dollars.

COOLEY E HELLER

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295 1 IN THE SUPERIOR COURT OF THE STATE OF CALIFORNIA 2 IN AND FOR THE COUNTY OF MARIN 3 --000--4 5 CHURCH OF SCIENTOLOGY INTERNATIONAL, a California CERTIFIED 6 not-for-profit religious corporation, 7 COP Plaintiff, 8 BC 052395 vs. No. 9 GERALD ARMSTRONG; DOES 1-25, 10 inclusive, 11 Defendants. 12 13 RECEIVED 14 OCT 2 6 1992 15 HUB LAW OFFICES 16 17 DEPOSITION OF 18 GERALD ARMSTRONG 19 20 Volume III 21 October 7, 1992 22 23 24. 25 REPORTED BY: LARRY BOSTOW, CSR# 5941 520 SUTTER STREET / off UNION SQUARE SAN FRANCISCO, CA 94102 MARY HILLABRAND INC.

PHONE 415 / 788-5350 FAX 415 / 788-0657

CERTIFIED SHORTHAND REPORTERS

1	CNN interview that you've described?
2	A. It was after.
3	Q. Do you recall if it was before or after the
4	first time you came down to Los Angeles for a hearing in
5	this case, after it had been transferred to Los Angeles?
6	A. I believe it was before.
7	Q. Okay. How did you come to have an interview
8	with Mr. Horne?
9	A. I think that it stems from my involvement in
10	Scientology litigation, which subject he was covering in
11	his story.
12	Q. Did he contact you, or did you contact him?
13	A. I believe he contacted me.
14	Q. By telephone or in person or in writing?
15	A. I believe by telephone.
16	Q. Do you recall approximately how long before
17	your interview with Mr. Horne he contacted you by
18	telephone?
19	- A. It might have been as long as a couple of
20	weeks.
21	Q. And your interview was in person, was it
22	not?
23	A. Yes.
24	Q. As best you can recall, when Mr. Horne
25	contacted you by telephone that first time, what did he



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1	say to you and what did you say to him?
2	A. I have no recollection.
3	Q. Did you have any subsequent telephone calls
4	with Mr. Horne before you were interviewed by him in
5	person?
6	A. I believe so.
7	Q Do you recall how many?
8	A. Perhaps two.
9	Q. Can you distinguish between the two
10	conversations in your mind, or do they blur together when
11	you think about them?
12	A. I distinguish them by his proximity: As he
13	approached, he made a call.
14	Q. As he approached San Anselmo from some other
15	part of the country?
16	A. Correct.
17	Q. Do you recall what was said in the first
18	conversation?
19	_ A. No.
20	• Q. Do you recall anything that was said by
21	either of you in the second conversation?
22	A. It related to logistics, when was he
23	arriving.
24	Q. Approximately how much time did you spend
25	with him after he had arrived?
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1	A. I believe I spent, myself, perhaps an hour
2	and a half with him.
3	Q. Do you know anyone else who spent time with
. 4	him?
5	A. Mr. Greene spent some time with him.
6	Q. Do you recall how much time?
7	A. No.
8	Q. Was Mr. Greene present when you were
9	interviewed by him?
10	A. Some of the time.
11	Q. Were you present when Mr. Greene was
12	interviewed by him?
13	A. Some of the time.
14	Q. Where did your interview take place?
15	A. In the office and walking into San Anselmo,
16	having lunch, and returning.
17	Q. Mr. Horne arrived at your office on the day
18	of the interview, which date you don't recall; is that
19	right?
20	A. I'm sorry. I didn't get that.
21	Q. Did Mr. Horne arrive on his own at your
22	office?
23	A. Yes.
24	Q. Was he by himself?
25	A. Yes.

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1	Q.	Did he tape-record the interview?
2	Α.	No.
3	Q.	Did he take notes?
4	Α.	At times.
5	Q.	Do you remember the subjects that you
6	discussed wi	th Mr. Horne?
7 -	- A.	Broadly, yes.
8	Q.	Did you tape the interview with Mr. Horne?
9	Α.	No.
10	Q.	Did Mr. Greene?
11.	Α.	I don't know.
12	-	MR. GREENE: God may have.
13		MS. BARTILSON: God records everything,
14	Ford. Best	court reporter of all.
. 15	Q.	What subjects do you recall discussing with
16	Mr. Horne, s	peaking of broad subjects now?
17	Α.	The effect of the settlement agreements, the
18	plight of th	e organization, what it would take to end its
19	legal troubl	es.
20	Q.	Anything else?
21	Α.	That's, basically, it.
22	Q.	When you say "the effect of the settlement
23	agreements,'	you are talking about agreements other than
24	just yours?	
25	Α.	Mine and others of that ilk, so both on a
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and the state

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353 personal and theoretical and real level. 1 2 And you are talking here about other 0. 3 settlement agreements that included nondisclosure 4 agreements; is that right? 5 What was your question again? Α. 6 0. When you say "others of that ilk," you are 7 discussing other settlement agreements that included 8 nondisclosure provisions; is that correct? 9 Specific to the organization, yes. Α. 10 Did you discuss your own litigation with CSI 0. with Mr. Horne? 11 I believe it was discussed in some form, the 12 Α. 13 specifics about which I do not know. You don't know, or you don't recall? 14 0. 15 · A. I fail to see a difference in that sentence 16 or context. 17 0. Well, if you don't know something was 18 discussed, you could not know it by never having been 19 there or it never having come up. 20 Α. But you know that I was there, and I said it had come up. So we've eliminated those two from the 21 22 definition, at least, the distinction between "know" and "recall" in that sentence. 23 In any case, if it would speed things: I do 24 25 not recall. 520 SUTTER STREET / off UNION SQUARE SAN FRANCISCO, CA 94102 MARY HILLABRAND INC.

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354 1 Q. Did you discuss with Mr. Horne any of your 2 experiences that you had had with any Church of 3 Scientology or with Mr. Hubbard prior to 1986? 4 Α. I only met him in 1992. 5 Q. Right. 6 Did you discuss with him any experiences you 7 had had with the Church of Scientology or Mr. Hubbard, 8 and dating those experiences back to before 1986? 9 Α. I have no recollection of any specific 10 experience being discussed. 11 Might have; might not have; you just don't 0. recall? 12 13 Objection. MR. GREENE: 14 You can answer the question. 15 THE WITNESS: Yes. MS. BARTILSON: Q. But you discussed the 16 17 settlement agreements with him; is that right? 18 Α. That is one of the things which I recall at 19 this time. 20 Q. Did you give him a copy of your settlement 21 agreement? 22 Α. I don't believe so. Did you give him any documents? 23 Q. 24 Α. I may have. 25 Do you recall, as you sit here today, any 0. 520 SUTTER STREET / off UNION SQUARE SAN FRANCISCO, CA 94102 MARY HILLABRAND INC.

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355 documents that you know you gave to him? 1 2 Α. No. 3 Q. Did your lawyer give him any documents? 4 Α. I don't know. 5 If you had given Mr. Horne any documents, is Q. 6 there anywhere you might have made note of that or kept a 7 record of it in some way?___ 8 Α. There could be. 9 0. Where would that be? 10 Α. I don't know. 11 You might have made such a note, but you 0. 12 don't know where that note would be? 13 MR. GREENE: Okay. Enough. Speculation. 14 Don't answer any more of these "if you"-type 15 questions. 16 MS. BARTILSON: Well, I'm trying to find out 17 if there's anything in existence that could refresh the witness's recollection, and I think I'm entitled to that. 18 19 MR. GREENE: Then ask him. No more 20 speculative questions. 21 Don't answer the "if," speculative, 22 questions. 23 MS. BARTILSON: Q. When you gave documents 24 to reporters or other members of the media, Mr. 25 Armstrong, has it been your custom and practice to make

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1	notes of that fact?
2	MR. GREENE: No foundation.
3	Don't answer the question.
4	MS. BARTILSON: Don't answer the question
5	because no foundation?
6	MR. GREENE: Right. No foundation for it
7	I'm sorry.
8	It assumes a fact not in evidence, which is
9	a similar objection. I will add that.
10	Absolutely no foundation of Mr. Armstrong
11	giving documents to reporters, the foundation of Mr
12	of Mr. Armstrong providing an interview.
13	MS. BARTILSON: Mr. Greene, you told me I
14	wasn't supposed to talk about things that had already
15	been discussed in other depositions, and he already
16	testified about giving documents to reporters in other
17	depositions.
18	MR. GREENE: Great. Then bring it up and
19	put it in front of him.
20	MS. BARTILSON: I thought you didn't want me
21	to discuss that again. Why should we do it twice? It's
22	pointless. The foundation has been laid in previous
23	depositions.
24	MR. GREENE: Not in this case. Sorry you
25	are confused, Counsel.

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25	Q. On those 17 occasions, or approximately 17
24	A. Some.
23	documents to representatives of the media?
22	any of those approximately 17 times when you gave
21	Q. Have you kept notes or records concerning
20	another matter.
19	- A. Approximately 17, the specifics of which are
18	Q. Okay.
17	A. No, that mischaracterizes my testimony.
16	representatives of the media; is that right?
15	recall 17 times when you gave documents to
14	Q. As you sit here today, you can independently
13	A. It depends on your viewpoint.
12	exact figure?
11	Q. Is that an approximate figure, or is that an
10	A. Seventeen.
9	you've done that?
8	Q. Approximately how many times would you say
- 7	A. Yes.
6	occasion?
5	Q. Have you done that on more than one
4	A. Yes.
3	the media, Mr. Armstrong?
2	documents to any reporters or other representatives of
1	MS. BARTILSON: Q. Have you ever given
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353 1 occasions, when you have given documents to 2 representatives of the media, have the documents 3 concerned in any way the Church of Scientology 4 International or any related entity or individual? 5 Α. Yes. 6 0. On all of the occasions that we're 7 discussing or just some of them? 8 Some. Α. Of the 17, how many? 9 Q. 10 Α. Eleven. 11 Looking only at those 11 times when you gave Q. 12 documents to representatives of the media, did you make 13 notes concerning the documents that you were giving away? 14 Α. I have no recollection of making a note. 15 On any of those occasions? 0. Right. 16 Α. 17 Getting back to your interview with Mr. 0. Horne: Did you discuss the Breckenridge opinion with 18 19 him? 20 As long as it is understood by my answer Α. 21 that I am willing to discuss the Breckenridge opinion 22 with anyone at any time: I have no recollection of $s \circ$ 23 doing with Mr. Horne. MR. GREENE: Bonus answer. 2.4 25 MS. BARTILSON: 0. So you probably did, but 520 SUTTER STREET / off UNION SQUARE SAN FRANCISCO, CA 94102 MARY HILLABRAND INC.

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1	you don't recall?
2	MR. GREENE: Don't answer the question.
3	Calls for speculation. You've already answered it; it is
4	asked and answered also.
5	MS. BARTILSON: Q. Do you recall any
6	other Forget that.
7	You said that you discussed with Mr. Horne
8	the effect of the settlement agreement.
. 9	Do you recall specifically anything you said
10	to Mr. Horne concerning that?
11	A. Not specifically.
12	Q. Do you recall in general anything that you
13	said to Mr. Horne concerning that?
14	A. Generally, that they obstruct justice, that
15	they are illegal, that I have a right to speak out
16	against them, to divulge the contents, which I see as an
17	obstruction of justice and illegal, and that I have a
18	right to correct the injustices wrought by those rotten
19	agreements.
20	Q. Good pun, Gerry.
21	And you also said that you discussed with
22	him what it would take to end the organization's legal
23	troubles.
24	Can you recall anything specific that you
25	discussed with him concerning that?

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CERTIFICATE OF REPORTER

I, the undersigned, a Certified Shorthand Reporter of the State of California, hereby certify that the witness in the foregoing deposition was by me duly sworn to testify to the truth, the whole truth, and nothing but the truth in the within-entitled cause; that said deposition was taken at the time and place therein stated; that the testimony of said witness was reported by me, a Certified Shorthand Reporter and disinterested person, and was thereafter transcribed under my direction into typewriting; that the foregoing is a full, complete and true record of said testimony; and that the witness was given an opportunity to read and, if necessary, correct said deposition and to subscribe the same.

I further certify that I am not of counsel or attorney for either or any of the parties in the foregoing deposition and caption named, nor in any way interested in the outcome of the cause named in said action.

IN WITNESS WHEREOF, I have hereunder set my hand OCT 2 3 1992 and affixed my signature this _____day of _____, 19____

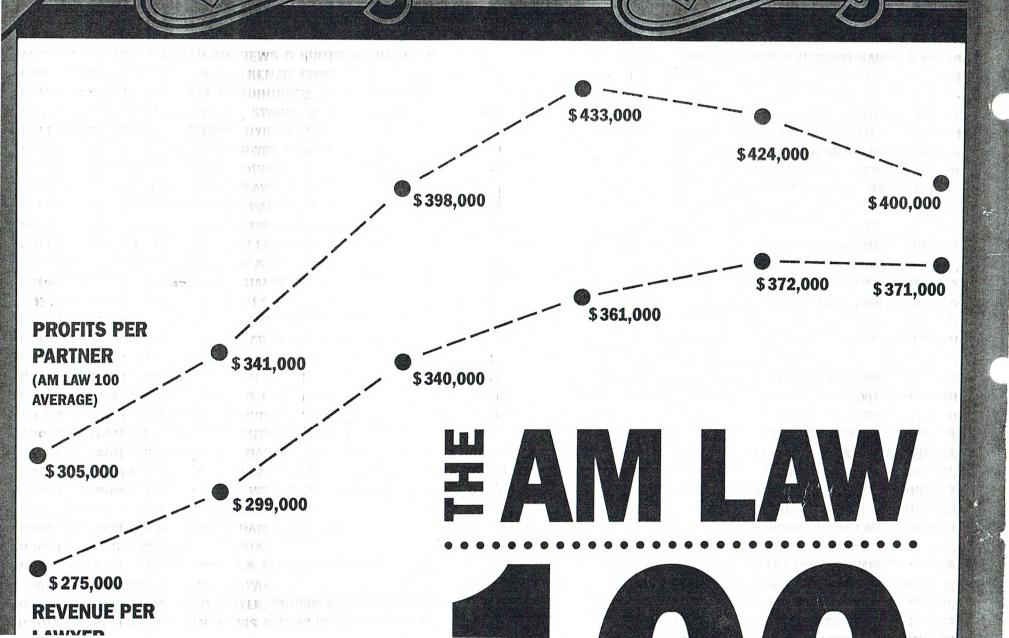
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u: A Primer On Law 100

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Plaintiffs lawyer Guy Saperstein with three of the claimants in the State Farm sex discrimination case

FEATURES

58 Runaway Train

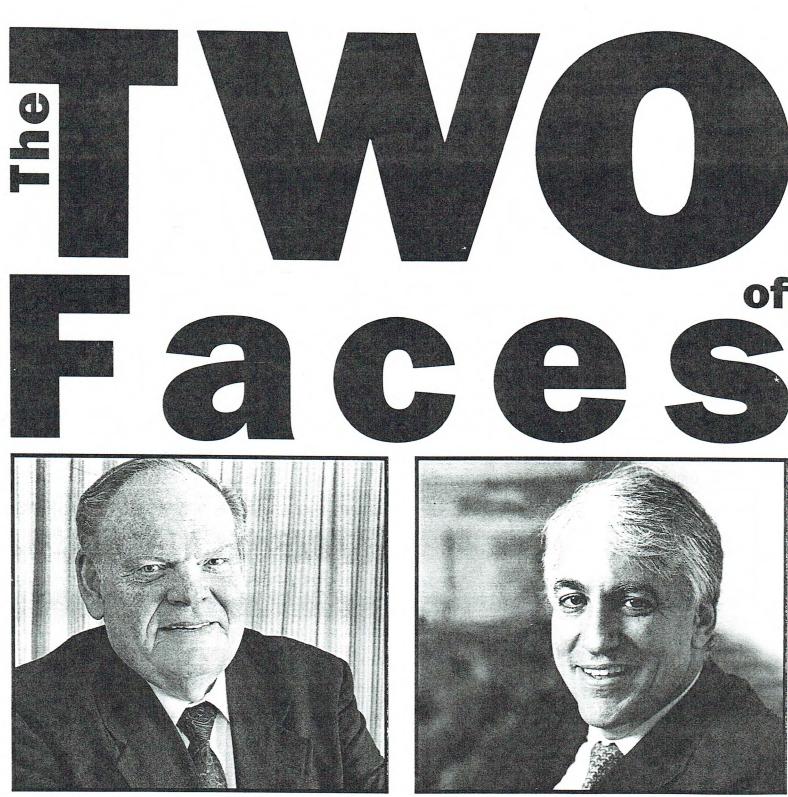
In the State Farm sex discrimination case—the biggest in history—the lawyers made out almost as well as the claimants —BY GAY JERVEY

68 Is A Rose A Rose?

Outsiders assume that Hillary Clinton reigns at The Rose Law Firm, but it's not her fiefdom at all. A portrait of a firm learning to live democratically—BY AUDREY DUFF

74 The Two Faces Of Scientology

When the Church of Scientology is not pursuing its detractors with detectives and bulldog litigators, it's hiring low-key establishment lawyers to work within the system. So who's in charge of the \$416 million libel suit against *Time*?—BY WILLIAM W. HORNE



The old guard: Combative Boston litigator Earle Cooley

The new guard: Gerald Feffer of Williams & Connolly



The Church of Scientology uses private detectives and bulldog litigators to pursue its numerous detractors. It also hires lowkey establishment lawyers who work quietly within the system. So who is directing the \$416 million libel suit against *Time*?

n April 27, 1992, lawyers for the Church of Scientology International filed a \$416 million libel action in federal court in New York against Time Warner, Inc.,* Time Inc. Magazine Company, and writer Richard Behar for Behar's scathing portrayal of the church in *Time* magazine's May 6, 1991, cover story, ''Scientology: The Cult of Greed.'' Behar characterized the church as a ''hugely profitable global racket'' that has ''shielded itself exquisitely behind the First Amendment as well as a battery of high-priced criminal lawyers and shady private detectives.''

For those who have read Behar's piece and know something of Scientology's litigious history, the suit, filed a week before the statute of limitations for a libel action tolled, does not come as a surprise. After all, in the preceding year church entities had filed defamation actions in the U.S. against five of Behar's sources and sued Behar—and *Reader's Digest*, which excerpted and reprinted the article last fall—for defamation in Paris. (The Paris suit was dismissed in April.)

In fact, the church has a reputation for hiring bulldog lawyers like Earle Cooley, the gravelly voiced name partner of Boston's 18-lawyer Cooley, Manion, Moore & Jones (and a Scientologist himself), to bring suits against, and defend suits filed by, the church's numerous detractors—most of them former members. The lawyers also regularly sue the federal government: The church today has approximately 100 suits pending against the Internal Revenue Service alone, according to Justice Department spokesperson Melissa Burns.

These lawyers have tended to pursue cases with *Time Warner is a partner in American Lawyer Media, L.P. a zealousness that hearkens back to the church's paranoid past, a past that includes, among other things, the conviction of 11 of its leaders, nine in 1979 and two in 1980, for burglarizing the offices of the IRS, the Justice Department, and other government agencies. Church opponents ascribe such zealousness to Scientology's most damning legacy—"fair game," a doctrine written by church founder L. Ron Hubbard in October 1967 (and supposedly rescinded a year later) that specified that Scientologists can use any means necessary to destroy enemies of the church [see sidebar, "What Is Scientology?" page 76].

In particular, Los Angeles's 14-lawyer Bowles & Moxon, which does more of the church's work than any other law firm and acts as Scientology's de facto in-house department, now seems to apply a sort of restrained fair game both inside and outside the legal arena. For instance, the firm—where all four partners are themselves Scientologists—uses detectives to investigate, thoroughly and sometimes intrusively, "anyone the church has a bone to pick with," according to one detective who has done a substantial amount of work for the church.

This is the face the public is most familiar with, that of a church ready to sue at the drop of a hat, and to use the legal system to harass opponents into submission or silence.

But there is another side, another face, to Scientology's legal machinations. At least one claim in the *Time* suit, for example, does raise a serious question about the accuracy and use of an important fact cited by *Time*. Behar's premise that the church is a "hugely profitable" business seems to be based in large part on one piece of financial data: that "in a

By William W. Horne

plaint.

(Behar stands by his figure. "The [court] filing . . . plainly and clearly shows income of five hundred three million dollars flowing into CST during that year," he says. Citing the ongoing litigation, he declines to comment on whether he saw the \$4 million tax filing in the court records but notes that, given the refusal of CST to cooperate with the IRS in the past, "I don't think the 1987 [tax form] can or should be taken at face value.")

Scientology's longtime libel counsel, Jonathan Lubell of New York's Morrison Cohen Singer & Weinstein, who filed the *Time* suit, says such an action is unusual for the church—and, in this instance, entirely warranted. "The church hadn't sued any media organization in the U.S. for libel for over ten years" prior to the spate of suits that followed Behar's article, he says.

Lubell is just one of a stable of reputable lawyers the church has hired over the last decade, who range from Yingling to criminal tax expert Gerald Feffer of D.C's 133-lawyer Williams & Connolly (Yingling's husband) to the church's general counsel, William Drescher, a former partner of L.A.'s now-defunct Wyman, Bautzer, Kuchel & Silbert.

These lawyers give credence to church leaders' assertions that while a small group of Scientologists ran amok in the 1970s, the church has since cleaned house. The leaders say the allegations of brainwashing, harassment, and other "fair game" tactics that civil plaintiffs cite today in tort claims for intentional infliction of emotional distress—and the similar allegations in Behar's article—are baseless attacks on First Amendment protected religious practices.

The question is, with such lawyers as Cooley and Bowles & Moxon on one side, and Feffer and Lubell on the other, which is the real face of Scientology?

AM I BEING FOLLOWED?

Sitting in a small café in San Anselmo, California, Gerry Armstrong, 45, draws looks from the sundry weekend diners-bicyclists, hikers, and San Francisco day-trippers-who pop in for a sparkling water and an avocado sandwich. A tiny, fit man in a black Tshirt and jeans, he has lustrous beltlength chestnut hair with a matching beard and mustache that gives him a Christ-like appearance. He is the founder of his own church, which he says has no name. But he is also a former Scientologist who has himself launched or helped others launch more than a dozen legal attacks against the of us is a spiritual being whom Hubbard called a "Thetan," who is basically good and is perpetuated through the millennia. But in each incarnation we are handicapped by the existence in us of "engrams"—spiritual pain or upset. Those engrams have to be erased or "cleared" by a process Hubbard developed called "auditing."

Auditing is a form of spiritual counseling in which the subject of the counseling answers exact questions posed by another Scientologist (the auditor) while holding on to an "E-meter"—an electrical device courts have referred to as a "crude lie detector" but that Rinder says measures mental energy. Auditors use the "Emeter" to locate and rid Scientologists of engrams.

Until the engrams are removed, the Thetan cannot operate optimally, and the Scientologist is known as a "pre-clear." After they are removed the Scientologist is "clear" and becomes an "Operating Thetan." As he progresses, he achieves "case gain"—physical and spiritual improvement—and moves "up the Bridge of Freedom." Operating Thetans progress through eight stages, from OT1 to OT8, to achieve the full rehabilitation of their

church since leaving in late 1981.

"I've said all they need to do is settle publicly and honestly and repudiate fair game," he says, his bushy eyebrows knit together in concentration.

In 1986, according to both Armstrong and papers recently filed in federal district court, Armstrong received an \$800,000 settlement from the church in a suit charging that he had been harassed and had suffered emotional distress. He currently is fighting a suit by the church that seeks to compel him to abide by the settlement provisions, which require him to refrain from abetting any suits against the church or discussing either the terms of the settlement or the church itself with other than family members. (He now works as a paralegal for San Anselmobased solo practitioner Ford Greene, who has represented approximately ten plaintiffs against the church.) As Armstrong leaves the café, he points out a middle-aged man across the street holding a camera. "That's one of them," he says excitedly as we walk away. "Watch this.'

Sure enough, just before we round a corner, the man swings his camera in our direction. When Armstrong trots back and confronts him, the man appears befuddled, denying he is a detective and explaining that he is taking pictures for a photography class. Armstrong isn't convinced. "I'm sure he \$3,200 for members. (Joining the —which is open to Scientologists and non-Scientologists alike—costs \$300 for a one-year membership or \$2,000 for a lifetime membership.) These course fees can be reduced and in some cases eliminated if one becomes a staff member or otherwise becomes more actively involved—for instance, by becoming an auditor.

Still, the relatively high donations charged for church services are at the crux of many of the church's disputes with the IRS and others who ask: Is Scientology a business or is it a religion? Courts have ruled both ways.

In 1989, for example, the U.S. Supreme Court ruled in a 5-to-2 decision that the fixed donations could not be declared as charitable contributions. But church lawyers argued persuasively that these donations are no different than "pew rents" charged by the Catholic church or the tithing required of Mormons, both of which are tax-deductible. The church won a strong dissent from Justices Antonin Scalia and Sandra Day O'Connor, who found the donations "indistinguishable" from payments made by other religions.

works for the organization," Armstrong later says (refusing, as he always does, to call Scientology a church).

The photographer may have been innocent (Armstrong is, after all, an intriguing photography subject); he may have been an investigator. But what is certain is that Armstrong's fears are symptomatic of the paranoia displayed on all sides by most of the 65 lawyers, judges, and litigants interviewed for this article. While opposing counsel and litigants see Scientology behind every untoward occurrence in their lives, from near misses on the freeway to hangup phone calls, church leaders and their lawyers tie every criticism and legal attack into a massive conspiracy supposedly aimed at toppling the church.

The evidence on both sides is often as inconclusive as Armstrong's charges against the photographer. Still, when it comes to the legal arena, Scientologists often end up on the losing end.

"In addition to violating and abusing its own members' civil rights, the organization over the years with its 'fair game' doctrine has harassed and abused those persons not in the church whom it perceives as enemies," wrote Los Angeles County Superior Court judge Paul Breckenridge, Jr., in a June 1984 ruling in Gerry Armstrong's first case, where a church suit against him seeking return of church-related doc1980 of trating plaint rials t entered prose harass the of Guard many Pla

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al abilities.

ascend the Bridge, a Scientologist ake an increasingly complex and ive series of auditing and training s based upon copyrighted church res. For example, the "Hubbard ied Scientologist Course" (the duof which varies, depending upon ividual student), is an introductory g course. The "requested donas \$350 for the public and \$280 for a er of the International Association of blogists, according to Rinder; "In-

Auditing," a twelve-and-a-halfburse, costs \$4,000 for nonmembers 3,200 for members. (Joining the which is open to Scientologists and cientologists alike—costs \$300 for year membership or \$2,000 for a e membership.) These course fees reduced and in some cases elimiif one becomes a staff member or vise becomes more actively in-I—for instance, by becoming an r.

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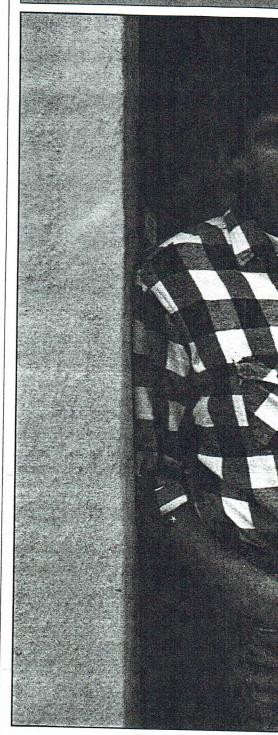
the photographer may have been cent (Armstrong is, after all, an guing photography subject); he have been an investigator. But is certain is that Armstrong's fears ymptomatic of the paranoia dised on all sides by most of the 65 ers, judges, and litigants intered for this article. While opposing sel and litigants see Scientology and every untoward occurrence in lives, from near misses on the way to hangup phone calls, church ers and their lawyers tie every uments backfired. After gratuitously labeling the church leaders "schizophrenic and paranoid," Breckenridge concluded that Armstrong, who had obtained the documents after he left the church in December 1981 as what he called a hedge against retaliatory action by the church for leaving, had been followed and surveilled by individuals working for the church who had also assaulted him, trespassed on his property, spied in his windows, created disturbances, and upset his neighbors. The judge upheld Armstrong's justification defense, dismissed the church's charges, and awarded judgment and costs to Armstrong.

Breckenridge's ruling pumped new life into a host of other civil suits against the church that followed on the heels of the convictions in 1979 and 1980 of the 11 church leaders for infiltrating federal offices. Civil complaints were based upon church materials the FBI had seized—and that were entered into the record in the criminal prosecution—that indicated a pattern of harassment and covert operations by the church's intelligence unit, the Guardian's Office, against its enemies, many of them former church members.

Plaintiffs charges in the nearly three dozen suits ranged from unlawful imprisonment to negligence. Several attacked the church practice of "auditing"—a kind of one-on-one confessional made by a Scientologist in response to questions from another church member while being monitored by an "Emeter," a sort of modified lie detector—as intentional infliction of emotional distress.

Many early church lawyers-primarily civil liberties lawyers, including the late First Amendment star Leonard Boudin-defended the civil suits on religious freedom grounds. But some of these civil libertarians and other lawyers (such as the late L.A. solo practitioner John Peterson, the church's first de facto general counsel) pursued more questionable tactics: flooding dockets with motions, suing those who had sued the church in multiple jurisdictions, and even suing the plaintiffs' lawyers. Boston personal injury lawyer Michael Flynn, for example, who at one time represented more than two dozen plaintiffs against the church, was sued by the church more than a dozen times in four jurisdictions for everything from contempt of court to defamation. All the suits were eventually dropped or dismissed. (Flynn declined comment pursuant to the terms of a settlement he received from the church in 1986.)

In addition, the church wrote nine letters of complaint to the Massachusetts Board of Bar Overseers about Flynn alleging unethical conduct—one complaint



Former Scientologist Ger San Anselmo, California, s

yer by Cooley, who says he "assumes" it became operative. Regardless, according to a spokesperson for the Massachusetts Board of Bar Overseers, Flynn has never been the subject of a disciplinary action.

Plaintiffs lawyer Charles O'Reilly claims he became a target for retaliation after he won a \$30 million jury verdict against the church on behalf of former Scientologist Larry Wollersheim in 1986 in California superior court. (The verdict was reduced to \$2.5

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Former Scientologist Gerry Armstrong (right), who has played a part in more than a dozen suits agains San Anselmo, California, solo practitioner Ford Greene, who has represented approximately ten plaintiff

yer by Cooley, who says he "assumes" it became operative. Regardless, according to a spokesperson for the Massachusetts Board of Bar Overseers, Flynn has never been the subject of a disciplinary action.

Plaintiffs lawyer Charles O'Reilly claims he became a target for retaliation after he won a \$30 million jury verdict against the church on behalf of former Šcientologist Larry Woller-sheim in 1986 in California superior court. (The verdict was reduced to \$2.5 million and finally affirmed on appeal this March; the church petitioned the California Supreme Court for review on May 29.) Wollersheim had alleged that the church's fair game harassment tactics and coercive religious practices, such as auditing, exacerbated an existing mental illness. O'Reilly contends that, in the years following the verdict, he was questioned by the California state bar for substance abuse (the inquiry was eventually dropped), by the IRS (an investigation is ongoing), and by the state franchise tax board (no charges were ever brought). The evidence of church involvement in these matters is circumstantial-and thin. O'Reilly points to documents filed in federal court by church lawyers during

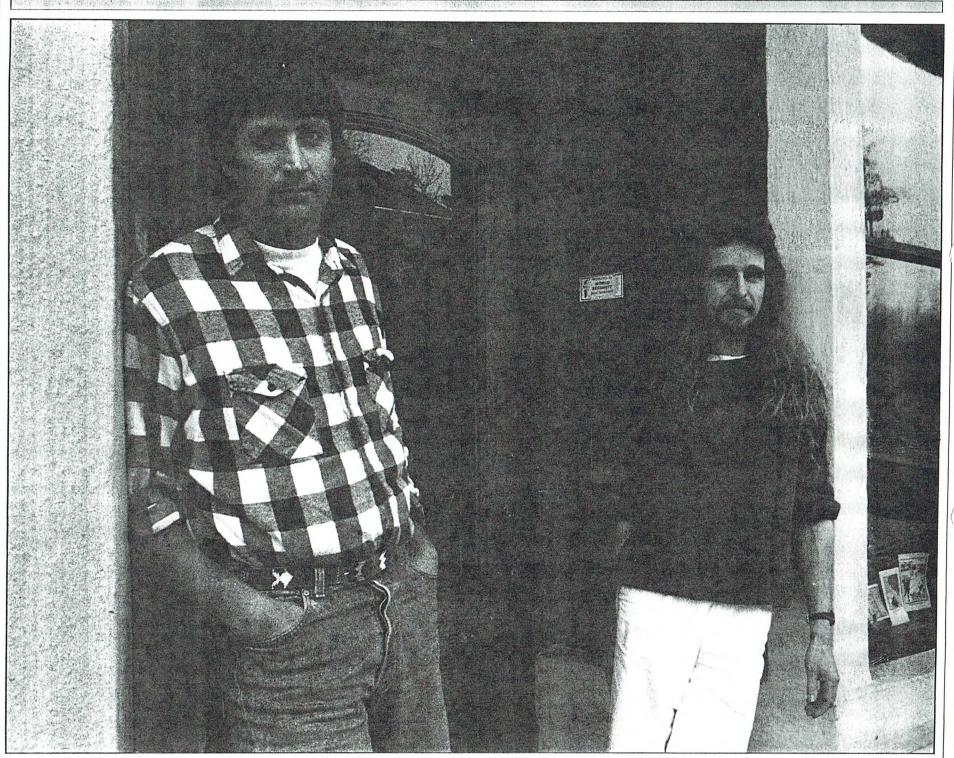
"They [should] settle publicly and honestly and repudiate 'fair game,' " says Armstrong.

the *Wollersheim* case seeking records from substance abuse treatment centers relating to him. "I've never been in any of those facilities," he says. O'Reilly presents no other proof of church involvement.

California superior court judge Ronald Swearinger, who presided over the Wollersheim trial, describes the case itself as anything but normal: Church trial lawyer Cooley and his co-counsel, the late John Peterson, filed a number of unsuccessful "writs and motions" throughout the trial in an attempt to halt it, according to Judge Swearinger. Three days into the trial, the judge says, they moved for his disqualification, based on "some secret conversation I'd had with someone I'd never heard of." They also filed a Section 1983 federal civil rights action against both him and the judge who sat on the case prior to him, says Swearinger, on the theory that by allowing the case to go to trial, the judges were denying the church its civil rights. (Cooley confirms that the Section 1983 action and the disqualification motion were filed.)

But Swearinger's recollections of the oddities of the *Wollersheim* case go beyond court filings: "I was followed [at various times] throughout the trial . . . and during the motions for a new trial," the judge claims. "All kinds of things were done to intimidate me, and there were a number of unusual occurrences during that trial. My car tires were slashed. My collie drowned in my pool. But there was nothing overtly threatening, and I didn't pay attention to the funny stuff."

Church official Kurt Weiland strenuously denies Swearinger's assertions: "The allegations that the church had



Former Scientologist Gerry Armstrong (right), who has played a part in more than a dozen suits against the church, with San Anselmo, California, solo practitioner Ford Greene, who has represented approximately ten plaintiffs against the church

L. RON HUBBARD Messiah or Madman?

by Bent Corydon and L. Ron Hubbard, Jr.

Lyle Stuart Inc. Secaucus, New Jersey

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Preface

In 1979 Omar Garrison, a professional writer who had previously written three books at the request of L. Ron Hubbard's agents, was commissioned by him to write Hubbard's biography. He was given access to thousands of private documents, many of which Hubbard erroneously believed no longer existed. Garrison spent 18 months poring over them and interviewing people from Hubbard's past. As he gained more and more information, he came to a decision that he could not, in good conscience, write the "PR" biography that had been intended.

In early 1984, disgusted by the entire affair and realizing he could not prevail over the inevitable harassment and legal/financial obstacle course awaiting him, Garrison accepted a large cash sum from Hubbard's agents not to write the biography which he was then planning. This one would have given what was, in his own estimation, a truthful account of Hubbard's life.

Garrison's efforts to bring out the truth turned out not to have been in vain. The majority of the documents and information, on which he was to have based his biography, were revealed in a trial in a Los Angeles courtroom in mid-1984. Gerry Armstrong, who assisted Garrison by locating thousands of Hubbard documents, and who was the subject of this trial, was consulted extensively.

These revelations backed up many of the stories told to me by Hubbard's first son, Ron Jr.

In 1970 Paulette Cooper wrote, and had published, a book called *The Scandal of Scientology* containing some biographical matter on Hubbard. She was hounded by Church of Scientology agents for a decade and at one period was almost convicted on Federal felony charges, having been framed by Church agents.

Recently, after the Church discovered that the book you are reading was being written, a roughly six foot four inch, 250 lb. man in black leather jac Failing to loca not here, you'll Ron's bridge!'* him around.

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Preface

black leather jacket and gloves arrived at my workplace asking for me.

Failing to locate me, he told one of my assistants, "Since Corydon's not here, you'll do." He then yelled, "You are standing in the way of Ron's bridge!"* and proceeded to punch him in the face and knock him around.

Obscene and threatening phone calls to my home became commonplace, often occurring while I was out and directed at my wife, telling her, "We know you're alone."

L. Ron Hubbard, Jr., was contracted as co-author of this book and co-operated for more than half of its writing, providing information. He was then offered an undisclosed amount of money by Church of Scientology representatives to settle his claim against his father's estate. There was, however, also a requirement that he must cease any assistance on the book and remove his name from it.

He signed papers to that effect. Lyle Stuart, the publisher, having in hand a prior signed contract, decided to go ahead regardless.

The settlement ended a 26-year ordeal imposed upon him by his father. Less than a year after Ron Jr. left his father's organization in 1959, he was talking openly about his experiences. This was when his father wrote an official Church policy stating:

If attacked on some vulnerable point by anyone or anything or any organization, always find *or manufacture* enough threat against them to cause them to sue for peace. (Emphasis added)

In 1972, Ron Jr. had signed a letter saying, in effect, that statements he had made about his father were false. He later claimed he did so after much harassment.

Whenever Ron Jr. has spoken publicly since then, the Church has trotted out his "signed retraction."

Unfortunately for the Church, many other documents have surfaced in court that have backed up the majority of what Hubbard's son had been saying. And nothing he has said about his father has, to my knowledge, been disproven.

During my visits to his home in Carson City, Nevada, I found Ron Hubbard, Jr., a gentle man who showed enormous affection for his wife and now grown children.

He claimed that the well-being of his then young family was the chief consideration in signing this specious document.

*The "bridge" which would "Lead Man to a higher plateau of happiness and ability."

PREFACE

I felt this had a ring of truth. Especially when added to what I knew of the sinister ability of Hubbard's agents to "persuade" others into complying with his intentions.

Ron Jr. is a diabetic. During the six months prior to his '86 settlement he had had part of his foot amputated and hovered near death for three days during a subsequent operation on his abdomen. These events, besides causing physical and emotional trauma, had left him in a financially devastated condition.

Nevertheless, though Ron Jr.'s lips were being sealed, he refused, this time, to sign any affidavit disclaiming his prior statements.

Concurrent with "the Church making peace" with Hubbard's eldest son, a woman—now in her mid-thirties with red hair and unmistakable features distinguishing her as a Hubbard—whose first name is Alexis, was paid a sum of money to settle her claim to part of Hubbard's estate.

She refused, however, to sign a document presented to her as part of the agreement by Church of Scientology representatives. It spelled out a bizarre claim that L. Ron Hubbard *Junior* is her real father. (The probate case being settled was based on the fact that the deceased L. Ron Hubbard *Senior* is her real father. His name is on her birth certificate.)

This attempt to get L. Ron Hubbard's daughter by his second marriage to attest that Hubbard's son is her real father was the latest in a long series of often shockingly successful cover-ups.

Who was Hubbard? What are the many secrets he worked (and now his Church works) so hard to keep concealed?

The story of L. Ron Hubbard is a study of the bizarre. The more one knows about him, the more one feels he should have been impossible. It just could not happen. But there he was: A chain-smoking enigmatic bundle of contradictions.

Ron Jr. and his stepmother for five years, Sara Northrup Hubbard, were witness to a very different man from the one known to Scientology's zealous followers. Indeed they probably know him better than anyone.

They had stepped inside a very private and secret universe and stepped out again. They had entered the magic circle and escaped. And lived to talk about it.

But barely.

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